

Line-Item Appropriation Department Estimates Total Annual Expenditures Would Exceed Funds 5%

(FY2022 Appropriation Act - Public Act 87 of 2021)

December 1, 2021

Sec. 244. On a monthly basis, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office on any line-item appropriation for which the department estimates total annual expenditures would exceed the funds appropriated for that line-item appropriation by 5% or more. The department shall provide a detailed explanation for any relevant line-item appropriation exceedance and shall identify the corrective actions undertaken to mitigate line-item appropriation expenditures from exceeding the funds appropriated for that line-item appropriation by a greater amount. This section does not apply for line-item appropriations that are part of the May revenue estimating conference caseload and expenditure estimates.



**2021 Public Act 87
Section 244 Report #2**

APPROP #	APPROP NAME	APPROPRIATED	ESTIMATED ANNUAL EXPENDITURES	ESTIMATED YEAR-END BALANCE	% ESTIMATED EXCEEDANCE	EXPLANATION FOR EXCEEDANCE	PLANNED CORRECTIVE ACTION
44800	Food Assistance Program Benefits	\$ 3,032,468,000	\$ 4,123,391,400	\$ (1,090,923,400)	36.0%	Recognize caseload adjustments for FY22 as well as for the Pandemic Electronic Benefit Transfer Program (P-EBT); Recognize a federal permanent approval of 25% FAP benefit increase.	Supplemental
34300	Child Protection	\$ 1,050,300	\$ 2,050,300	\$ (1,000,000)	95.2%	Increase authorization to utilize the Child Abuse grant in FY22.	Supplemental
56850	Aging and Adult Services administration	\$ 9,311,600	\$ 10,311,600	\$ (1,000,000)	10.7%	Recognize Additional Federal Revenue - Increase federal base funding as well as federal carryover revenue for the Support Services (III/B), and Family Caregiver (III/E) in appropriation 37150 and Congregate Meals (IIIC1), and Home Delivered Meals (III/C2), in appropriation 56400. Additional funds will be allocated on a formula basis to the Area Agencies on Aging to support additional nutrition services (\$1,500,000) and community services (\$1,000,000) requiring a total of \$2,500,000 of additional federal authorization needed.	Supplemental
64150	Sexually Transmitted Disease Control	\$ 6,418,200	\$ 8,418,200	\$ (2,000,000)	31.2%	Increase private authorization for Sexual Transmitted Infections (STI) and Drug Cost- utilizing federal 340B process to help support HIV Pre-Exposure Prophylaxis funding estimated at \$2 million per year, 50% will be allocated to participating Local Health Department and 50% will support department supports to combat STI epidemic.	Supplemental
64400	Smoking Prevention Program	\$ 3,851,100	\$ 4,351,100	\$ (500,000)	13.0%	Increase federal authorization for Smoking Prevention for increase in federal grant - CDC provided additional funding for Michigan in recent allocations for tobacco control activities as well as carryforward approval from prior year. Current award is \$1.95 million and this line is appropriated \$2 million, there is a carryover approved for \$500k that we plan on spending in FY22.	Supplemental
34100	Child and Adolescent Health Services	\$ 11,242,700	\$ 18,342,700	\$ (7,100,000)	63.2%	Local authorization increase in Child Adolescent line item - Additional authorization in needed to account for carryover from 31n which is allowed 2 years by MDE. Also, Additional \$5 million authorization is requested for new E3 (Expanding, Enhancing Emotional) Mental Health sites with the Child and Adolescent Health Care Program. The addition was added to 31N in the School Aid Budget. (Section 388.1631n)	Supplemental
61380	Raise the Age Fund	\$ 9,150,000	\$ 20,683,400	\$ (11,533,400)	126.0%	Recognize increased County budgeted expenditures for the newly established Raise the Age Fund relating to 17-year-olds. Originally, the appropriation was funded at \$9.15 million, however, the County reimbursement estimates that have been submitted total \$20.7 million.	Supplemental
33935	Certified Community Behavioral Health Clinic Demonstration	\$ 25,597,300	\$ 108,597,300	\$ (83,000,000)	324.3%	There were several factors missing in initial cost estimates for this program. After working through how the program could be operationalized (which occurred after the budget passed), it was determined that all CCBHC activity would flow through one appropriation, including activity that was already being funded in traditional lines as part of the capitation payment. The current assumption is that there will be a savings in the traditional lines for those services that were already provided, which would offset the increase in expenditures in the new CCBHC line.	Transfer from existing service line savings.
46750	Hawthorn Center-Psychiatric Hospital-Children	\$ 36,963,900	\$ 40,963,900	\$ (4,000,000)	10.8%	The costs of operating this facility have continually exceeded revenues collected. The correction is to transfer GF from hospitals that are able to generate more revenue, having less GF need.	Transfer from another state psychiatric hospital appropriation.
69250	Walter P. Reuther Psychiatric Hospital-Adult	\$ 62,077,700	\$ 67,077,700	\$ (5,000,000)	8.1%	The costs of operating this facility have continually exceeded revenues collected. The correction is to transfer GF from hospitals that are able to generate more revenue, having less GF need.	Transfer from another state psychiatric hospital appropriation.